

Message Text

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ACTION NEA-11

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-05 H-01 INR-10
L-03 NSAE-00 NSC-05 PA-01 SP-02 SS-15 ICA-11
EB-08 OMB-01 TRSE-00 AID-05 IO-13 /092 W
-----054383 151226Z /64
R 141600Z JUN 78
FM AMEMBASSY CAIRO
TO SECSTATE WASHDC 0325

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E.O. 11652: N/A
TAGS: EFIN, EAID, EG
SUBJ: IMF NEGOTIATIONS
REF: (A) CAIRO 14014, (B) CAIRO 14779

1. PLAYING IT AS BROAD INTERNATIONAL APPROVAL OF EGYPT'S
FINANCIAL REFORMS JUNE 13 AL AHAM ANNOUNCED SIGNING OF
IMF AGREEMENT BY PM SALEM (REF B). AGREEMENT, ACCORDING
TO PRESS, GRANTS EGYPT A THREE-YEAR, \$720 MILLION EXTENDED
FUND FACILITY AND SETS FINANCIAL AND MONETARY POLICIES
TO BE ADOPTED BY EGYPT OVER NEXT THREE YEARS. REFORM
MEASURES STIPULATED BY AGREEMENT AND AS DESCRIBED BY
PRESS, INCLUDE WIDENING OF FOREIGN EXCHANGE TRANSACTIONS
AT PARALLEL RATE, ONE PER CENT INCREASE IN SAVINGS AND
LENDING RATES, REDUCTION OF INFLATION RATE TO TEN PER CENT,
AND LIMIT ON BUDGET DEFICIT TO 7 PER CENT OF GNP TO BE
REDUCED TO 3 PER CENT BY 1981.

2. COMMENT: ALTHOUGH NOT SPECIFICALLY STATED, SALEM
SIGNATURE IS PRESUMABLY GOE AGREEMENT TO FINAL IMF APPROVED
DOCUMENT. WE WOULD BE INTERESTED IN KNOWING IF
THREE OUTSTANDING POINTS DESCRIBED REF A WERE ADDRESSED BY
IMF (INCREASE IN AMOUNT OF EEF WAS NOT APPROVED IF PRESS
REPORTS ARE CORRECT) AND WHAT, IF ANY, CHANGES WERE MADE
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PRIOR TO IMF'S FINAL APPROVAL. EILTS

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: ECONOMIC ASSISTANCE, NEGOTIATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 14 jun 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978CAIRO15042
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780250-0346
Format: TEL
From: CAIRO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780662/aaaacbgt.tel
Line Count: 56
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: f4a8bc89-c288-dd11-92da-001cc4696bcc
Office: ACTION NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 CAIRO 14014, 78 CAIRO 14779
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
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Review Exemptions: n/a
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Review Withdrawn Fields: n/a
SAS ID: 2363686
Secure: OPEN
Status: NATIVE
Subject: IMF NEGOTIATIONS
TAGS: EFIN, EAID, EG, IMF
To: STATE
Type: TE
vdkgvwkey: odbs://SAS/SAS.dbo.SAS_Docs/f4a8bc89-c288-dd11-92da-001cc4696bcc
Review Markings:
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